

## Registre de Commerce et des Sociétés

Numéro RCS : B112767

Référence de dépôt : L170040839

Déposé et enregistré le 15/03/2017

BXSOCLP20170224T15342701\_001

RCSL Nr. : B112767

Matricule : 2005 2438 587

eCDF entry date : 14/03/2017

## BALANCE SHEET

Financial year from <sup>01</sup> 01/01/2016 to <sup>02</sup> 31/12/2016 (in <sup>03</sup> EUR )

Amazon Media EU S.à r.l.

5, Rue Plaetis  
L-2338 Luxembourg

## ASSETS

	Reference(s)	Current year	Previous year
<b>A. Subscribed capital unpaid</b>			
I. Subscribed capital not called	1101 _____	101 _____	102 _____
II. Subscribed capital called but unpaid	1103 _____	103 _____	104 _____
	1105 _____	105 _____	106 _____
<b>B. Formation expenses</b>	1107 _____	107 _____	108 _____
<b>C. Fixed assets</b>			
I. Intangible assets	1109 _____	109 482.744.629,00	110 347.679.051,00
1. Costs of development	1111 _____ 3	111 482.735.555,00	112 347.664.593,00
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1113 _____	113 _____	114 _____
a) acquired for valuable consideration and need not be shown under C.I.3	1115 _____	115 482.735.555,00	116 347.664.593,00
b) created by the undertaking itself	1117 _____	117 482.735.555,00	118 347.664.593,00
	1119 _____	119 _____	120 _____
3. Goodwill, to the extent that it was acquired for valuable consideration	1121 _____	121 _____	122 _____
4. Payments on account and intangible assets under development	1123 _____	123 _____	124 _____
II. Tangible assets	1125 _____	125 8.974,00	126 14.358,00
1. Land and buildings	1127 _____	127 _____	128 _____
2. Plant and machinery	1129 _____	129 _____	130 _____

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131 _____	131 _____ 8.974,00	132 _____ 14.358,00
4. Payments on account and tangible assets in the course of construction	1133 _____	133 _____	134 _____
III. Financial assets	1135 _____	135 _____ 100,00	136 _____ 100,00
1. Shares in affiliated undertakings	1137 _____	137 _____ 100,00	138 _____ 100,00
2. Loans to affiliated undertakings	1139 _____	139 _____	140 _____
3. Participating interests	1141 _____	141 _____	142 _____
4. Loans to undertakings with which the undertaking is linked by virtue of participating interests	1143 _____	143 _____	144 _____
5. Investments held as fixed assets	1145 _____	145 _____	146 _____
6. Other loans	1147 _____	147 _____	148 _____
<b>D. Current assets</b>	1151 _____	151 _____ 332.487.419,00	152 _____ 241.374.196,00
I. Stocks	1153 _____	153 _____	154 _____
1. Raw materials and consumables	1155 _____	155 _____	156 _____
2. Work in progress	1157 _____	157 _____	158 _____
3. Finished goods and goods for resale	1159 _____	159 _____	160 _____
4. Payments on account	1161 _____	161 _____	162 _____
II. Debtors	1163 _____	163 _____ 312.539.761,00	164 _____ 222.449.780,00
1. Trade debtors	1165 _____ 4	165 _____ 16.872.452,00	166 _____ 9.775.080,00
a) becoming due and payable within one year	1167 _____	167 _____ 16.872.452,00	168 _____ 9.775.080,00
b) becoming due and payable after more than one year	1169 _____	169 _____	170 _____
2. Amounts owed by affiliated undertakings	1171 _____ 5	171 _____ 295.642.352,00	172 _____ 212.674.700,00
a) becoming due and payable within one year	1173 _____	173 _____ 295.642.352,00	174 _____ 212.674.700,00
b) becoming due and payable after more than one year	1175 _____	175 _____	176 _____
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177 _____	177 _____	178 _____
a) becoming due and payable within one year	1179 _____	179 _____	180 _____
b) becoming due and payable after more than one year	1181 _____	181 _____	182 _____
4. Other debtors	1183 _____	183 _____ 24.957,00	184 _____
a) becoming due and payable within one year	1185 _____	185 _____ 24.957,00	186 _____
b) becoming due and payable after more than one year	1187 _____	187 _____	188 _____

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	Reference(s)	Current year	Previous year
III. Investments	1189 _____	189 _____	190 _____
1. Shares in affiliated undertakings	1191 _____	191 _____	192 _____
2. Own shares	1209 _____	209 _____	210 _____
3. Other investments	1195 _____	195 _____	196 _____
IV. Cash at bank and in hand	1197 _____	197 <u>19.947.658,00</u>	198 <u>18.924.416,00</u>
<b>E. Prepayments</b>	1199 _____	199 <u>8.798.420,00</u>	200 <u>5.903.874,00</u>
<b>TOTAL (ASSETS)</b>		201 <u>824.030.468,00</u>	202 <u>594.957.121,00</u>

**CAPITAL, RESERVES AND LIABILITIES**

	Reference(s)	Current year	Previous year
<b>A. Capital and reserves</b>			
	1301 <u>6</u>	301 <u>18.601.059,00</u>	302 <u>8.057.799,00</u>
I. Subscribed capital	1303 _____	303 <u>50.000,00</u>	304 <u>50.000,00</u>
II. Share premium account	1305 _____	305 <u>4.986.250,00</u>	306 <u>4.986.250,00</u>
III. Revaluation reserve	1307 _____	307 <u>8.818.289,00</u>	308 <u>-3.939.717,00</u>
IV. Reserves	1309 _____	309 <u>5.000,00</u>	310 <u>5.000,00</u>
1. Legal reserve	1311 _____	311 <u>5.000,00</u>	312 <u>5.000,00</u>
2. Reserve for own shares	1313 _____	313 _____	314 _____
3. Reserves provided for by the articles of association	1315 _____	315 _____	316 _____
4. Other reserves, including the fair value reserve	1429 _____	429 _____	430 _____
a) other available reserves	1431 _____	431 _____	432 _____
b) other non available reserves	1433 _____	433 _____	434 _____
V. Profit or loss brought forward	1319 _____	319 <u>6.956.266,00</u>	320 <u>3.687.735,00</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>-2.214.746,00</u>	322 <u>3.268.531,00</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
<b>B. Provisions</b>	1331 _____	331 _____	332 _____
1. Provisions for pensions and similar obligations	1333 _____	333 _____	334 _____
2. Provisions for taxation	1335 _____	335 _____	336 _____
3. Other provisions	1337 _____	337 _____	338 _____
<b>C. Creditors</b>	1435 _____	435 <u>767.115.605,00</u>	436 <u>558.173.277,00</u>
1. Debenture loans	1437 _____	437 _____	438 _____
a) Convertible loans	1439 _____	439 _____	440 _____
i) becoming due and payable within one year	1441 _____	441 _____	442 _____
ii) becoming due and payable after more than one year	1443 _____	443 _____	444 _____
b) Non convertible loans	1445 _____	445 _____	446 _____
i) becoming due and payable within one year	1447 _____	447 _____	448 _____
ii) becoming due and payable after more than one year	1449 _____	449 _____	450 _____
2. Amounts owed to credit institutions	1355 _____	355 _____	356 _____
a) becoming due and payable within one year	1357 _____	357 _____	358 _____
b) becoming due and payable after more than one year	1359 _____	359 _____	360 _____

	Reference(s)	Current year	Previous year
3. Payments received on account of orders in so far as they are shown separately as deductions from stocks	1361 _____	361 _____	362 _____
a) becoming due and payable within one year	1363 _____	363 _____	364 _____
b) becoming due and payable after more than one year	1365 _____	365 _____	366 _____
4. Trade creditors	1367 _____ <b>7</b>	367 _____ <b>706.016.756,00</b>	368 _____ <b>495.429.923,00</b>
a) becoming due and payable within one year	1369 _____	369 _____ <b>472.138.101,00</b>	370 _____ <b>426.023.534,00</b>
b) becoming due and payable after more than one year	1371 _____	371 _____ <b>233.878.655,00</b>	372 _____ <b>69.406.389,00</b>
5. Bills of exchange payable	1373 _____	373 _____	374 _____
a) becoming due and payable within one year	1375 _____	375 _____	376 _____
b) becoming due and payable after more than one year	1377 _____	377 _____	378 _____
6. Amounts owed to affiliated undertakings	1379 _____ <b>8</b>	379 _____ <b>15.197.989,00</b>	380 _____ <b>19.039.111,00</b>
a) becoming due and payable within one year	1381 _____	381 _____ <b>15.197.989,00</b>	382 _____ <b>19.039.111,00</b>
b) becoming due and payable after more than one year	1383 _____	383 _____	384 _____
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385 _____	385 _____	386 _____
a) becoming due and payable within one year	1387 _____	387 _____	388 _____
b) becoming due and payable after more than one year	1389 _____	389 _____	390 _____
8. Other creditors	1451 _____ <b>7</b>	451 _____ <b>45.900.860,00</b>	452 _____ <b>43.704.243,00</b>
a) Tax authorities	1393 _____ <b>9</b>	393 _____ <b>40.504.080,00</b>	394 _____ <b>40.827.007,00</b>
b) Social security authorities	1395 _____	395 _____ <b>367.686,00</b>	396 _____ <b>362.574,00</b>
c) Other creditors	1397 _____	397 _____ <b>5.029.094,00</b>	398 _____ <b>2.514.662,00</b>
i) becoming due and payable within one year	1399 _____	399 _____ <b>5.029.094,00</b>	400 _____ <b>2.514.662,00</b>
ii) becoming due and payable after more than one year	1401 _____	401 _____	402 _____
<b>D. Deferred income</b>	1403 _____	403 _____ <b>38.313.804,00</b>	404 _____ <b>28.726.045,00</b>
<b>TOTAL (CAPITAL, RESERVES AND LIABILITIES)</b>		405 _____ <b>824.030.468,00</b>	406 _____ <b>594.957.121,00</b>

## Registre de Commerce et des Sociétés

Numéro RCS : B112767

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Déposé le 15/03/2017

BXSOCLP20170224T16544501\_001

RCSL Nr. : B112767

Matricule : 2005 2438 587

eCDF entry date : 14/03/2017

## PROFIT AND LOSS ACCOUNT

Financial year from <sup>01</sup> 01/01/2016 to <sup>02</sup> 31/12/2016 (in <sup>03</sup> EUR )

Amazon Media EU S.à r.l.

5, Rue Plaetis

L-2338 Luxembourg

## PROFIT AND LOSS ACCOUNT

	Reference(s)	Current year	Previous year
<b>1. Net turnover</b>	1701 _____	701 <u>692.033.347,00</u>	702 <u>735.300.159,00</u>
<b>2. Variation in stocks of finished goods and in work in progress</b>	1703 _____	703 _____	704 _____
<b>3. Work performed by the undertaking for its own purposes and capitalised</b>	1705 _____	705 _____	706 _____
<b>4. Other operating income</b>	1713 _____ 10	713 <u>683.023.022,00</u>	714 <u>549.195.271,00</u>
<b>5. Raw materials and consumables and other external expenses</b>	1671 _____	671 <u>-255.861.819,00</u>	672 <u>-198.165.105,00</u>
a) Raw materials and consumables	1601 _____	601 _____	602 _____
b) Other external expenses	1603 _____ 11	603 <u>-255.861.819,00</u>	604 <u>-198.165.105,00</u>
<b>6. Staff costs</b>	1605 _____ 12 & 13	605 <u>-6.434.929,00</u>	606 <u>-7.400.901,00</u>
a) Wages and salaries	1607 _____	607 <u>-5.606.640,00</u>	608 <u>-6.315.281,00</u>
b) Social security costs	1609 _____	609 <u>-828.289,00</u>	610 <u>-1.085.620,00</u>
i) relating to pensions	1653 _____	653 <u>-460.896,00</u>	654 <u>-513.928,00</u>
ii) other social security costs	1655 _____	655 <u>-367.393,00</u>	656 <u>-571.692,00</u>
c) Other staff costs	1613 _____	613 _____	614 _____
<b>7. Value adjustments</b>	1657 _____	657 <u>-400.198.832,00</u>	658 <u>-375.350.064,00</u>
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____ 3	659 <u>-399.960.302,00</u>	660 <u>-377.230.619,00</u>
b) in respect of current assets	1661 _____ 4	661 <u>-238.530,00</u>	662 <u>1.880.555,00</u>
<b>8. Other operating expenses</b>	1621 _____ 14	621 <u>-702.811.663,00</u>	622 <u>-693.043.164,00</u>

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B112767

Matricule : 2005 2438 587

	Reference(s)	Current year	Previous year
<b>9. Income from participating interests</b>	1715	715	716
a) derived from affiliated undertakings	1717	717	718
b) other income from participating interests	1719	719	720
<b>10. Income from other investments and loans forming part of the fixed assets</b>	1721	721	722
a) derived from affiliated undertakings	1723	723	724
b) other income not included under a)	1725	725	726
<b>11. Other interest receivable and similar income</b>	1727	727	728
a) derived from affiliated undertakings	1729	729	730
b) other interest and similar income	1731	731	732
<b>12. Share of profit or loss of undertakings accounted for under the equity method</b>	1663	663	664
<b>13. Value adjustments in respect of financial assets and of investments held as current assets</b>	1665	665	666
<b>14. Interest payable and similar expenses</b>	1627	627	628
a) concerning affiliated undertakings	1629	629	630
b) other interest and similar expenses	1631	631	632
<b>15. Tax on profit or loss</b>	1635	635	636
<b>16. Profit or loss after taxation</b>	1667	667	668
<b>17. Other taxes not shown under items 1 to 16</b>	1637	637	638
<b>18. Profit or loss for the financial year</b>	1669	669	670

**Registre de Commerce et des Sociétés**

Numéro RCS : B112767

Référence de dépôt : L170040839

Déposé le 15/03/2017

**Amazon Media EU S.à r.l.  
5, rue Plaetis  
L-2338 Luxembourg**

**Subscribed Capital: EUR 50,000  
R.C.S. Luxembourg B 112.767**

**Annual accounts as at 31 December 2016 and  
Independent auditor's report**



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TVA LU 16063074

## Independent auditor's report

To the Shareholder of  
Amazon Media EU S.à r.l.  
5, rue Plaetis  
L-2338 Luxembourg

### Report on the annual accounts

We have audited the accompanying annual accounts of Amazon Media EU S.à r.l. (the "Company"), which comprise the balance sheet as at 31 December 2016 and the profit and loss account for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Board of Managers responsibility for the annual accounts*

The Board of Managers is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts and for such internal control as the Board of Managers determines is necessary to enable the preparation and presentation of annual accounts that are free from material misstatement, whether due to fraud or error.

### *Responsibility of the "réviseur d'entreprises agréé"*

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the judgment of the "réviseur d'entreprises agréé", including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the "réviseur d'entreprises agréé" considers internal control relevant to the entity's preparation and fair presentation of the annual accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Managers, as well as evaluating the overall presentation of the annual accounts.



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the annual accounts give a true and fair view of the financial position of Amazon Media EU S.à r.l. as at 31 December 2016, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

**Report on other legal and regulatory requirements**

The management report, which is the responsibility of the Board of Managers, is consistent with the annual accounts and has been prepared in accordance with applicable legal requirements.

Ernst & Young  
Société anonyme  
Cabinet de révision agréé

A handwritten signature in black ink, appearing to read 'Gaël Denis'.

Gaël Denis

Luxembourg, 17 February 2017

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Amazon Media EU S.à r.l.  
Société à responsabilité limitée

## **Notes to the annual accounts** As at 31 December 2016

### ***Note 1 - General***

Amazon Media EU S.à r.l. (the "Company") was incorporated in Luxembourg on 26 October 2005. The registered office is established at 5, rue Plaetis, L-2338 Luxembourg. The registration number is B 112.767.

The financial year begins on 1 January and ends on 31 December of each year.

The Company's principal purpose is to acquire and license digital content, as well as provide certain services relating to the sale of this content.

The Company's accounts are included within the consolidated accounts of Amazon.com, Inc., located in the United States at 410 Terry Avenue North, Seattle, Washington 98109-5210, USA, which is the ultimate parent.

### ***Note 2 - Significant accounting policies***

#### *General principles*

The annual accounts are drawn up in conformity with the Luxembourg legal and regulatory requirements and according to generally accepted accounting principles applicable in Luxembourg.

#### *Presentation and basis of the annual accounts*

Certain modifications have been made to the format of the annual accounts for the year ended 31 December 2016 in conformity with the changes brought by the law of 18 December 2015. These modifications affect the presentation of certain balances but they have no net impact on the result of the Company. Certain prior year amounts have been reclassified to conform to the current year format.

#### *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortisation and any impairment adjustments. Digital content is amortised either on a straight line basis or on an accelerated basis over the estimated useful life of the assets (1 to 5 years), based on the nature of the digital content. The carrying values of intangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

#### *Debtors*

Debtors are recorded at their nominal value. A value adjustment is made when their reimbursement is partly or completely in doubt. These value adjustments may not be continued if the reasons for which the value adjustments were made have ceased to apply.

#### *Cash at bank and in hand*

Cash at bank and in hand consists of cash with banks.

Amazon Media EU S.à r.l.  
Société à responsabilité limitée

**Notes to the annual accounts**  
As at 31 December 2016

**Note 2 - Significant accounting policies (continued)**

*Foreign currency translation*

The Company maintains its books and records in EUR. Transactions in other currencies are translated into EUR at the rates of exchange prevailing on the dates of the transactions.

Non-monetary assets and liabilities denominated in other currencies are translated into EUR at the historical exchange rate. Other assets and liabilities denominated in other currencies are translated into EUR at the exchange rate at the balance sheet date. Realized exchange gains and losses and unrealized exchange losses are reflected in the profit and loss account. Unrealized exchange gains are reflected in "Revaluation reserve".

The Company has a business unit which transacts most of its business in Great Britain Pound ("GBP"). For purposes of including this business unit into the annual accounts of the Company, the balance sheet is translated from GBP to EUR using the closing rate method, including amounts owed between the GBP business unit and EUR business units. Profit and loss accounts are translated at average exchange rates prevailing throughout the year. Exchange differences arising from this translation are recorded in Capital and reserves under "Revaluation reserve".

The following table presents the currency translation rates from GBP to EUR as of 31 December 2016 and 2015, and the average rates for the years ended 31 December 2016 and 2015.

2016	31 December 2016	2015	31 December 2015
Average rate	Closing rate	Average rate	Closing rate
1.22	1.17	1.38	1.36

*Creditors*

Debts are recorded at their repayment value.

*Revenue recognition*

The Company recognizes revenues from the licensing of digital content, services and other revenue when the following four recognition criteria are met: persuasive evidence of an arrangement exists, services have been rendered, the selling price is fixed or determinable, and collectibility is reasonably assured.

*Use of Estimates*

The preparation of annual accounts in conformity with the Luxembourg legal and regulatory requirements requires estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses, and related disclosures of contingent liabilities in the annual accounts. Estimates are used for, but not limited to, valuation of acquired intangibles, collectibility of receivables, income taxes and contingencies. Actual results could differ materially from those estimates.

Amazon Media EU S.à r.l.  
Société à responsabilité limitée

**Notes to the annual accounts**  
As at 31 December 2016

**Note 3 - Intangible assets**

Intangible assets mainly consist of acquired digital content.

	<b>31 December 2016 TEUR</b>	<b>31 December 2015 TEUR</b>
Cost at the beginning of the year	723,688	340,451
Additions	580,625	435,586
Disposals	(399,055)	(64,844)
Currency translation adjustment	(74,379)	12,495
Cost at the end of the year	<u>830,879</u>	<u>723,688</u>
Accumulated amortisation at the beginning of the year	(376,023)	(62,374)
Amortisation charged during the year	(399,955)	(377,225)
Disposals	392,758	64,844
Currency translation adjustment	35,077	(1,268)
Accumulated amortisation at the end of the year	<u>(348,143)</u>	<u>(376,023)</u>
Net book value at the end of the year	<u>482,736</u>	<u>347,665</u>

**Note 4 - Trade debtors**

	<b>31 December 2016 TEUR</b>	<b>31 December 2015 TEUR</b>
Outstanding billed revenues	18,200	10,864
Provision for doubtful accounts	(1,328)	(1,089)
Trade debtors	<u>16,872</u>	<u>9,775</u>

Amazon Media EU S.à r.l.  
Société à responsabilité limitée

**Notes to the annual accounts**  
As at 31 December 2016

**Note 5 - Amounts owed by affiliated undertakings**

Company name	Total as at 31 December	
	2016 TEUR	2015 TEUR
Amazon EU S.à r.l., Luxembourg	261,585	161,421
Amazon Instant Video Limited, UK	22,466	29,055
Others	11,591	22,199
	<u>295,642</u>	<u>212,675</u>

The amounts owed by affiliated undertakings mainly consist of receivables for services provided and cash pooling arrangements. Balances are due and payable within one year.

**Note 6 - Capital and reserves**

	31 December 2015 TEUR	Allocation of results TEUR	Translation adjustment TEUR	Results for the year TEUR	31 December 2016 TEUR
Subscribed capital	50	---	---	---	50
Share premium account	4,986	---	---	---	4,986
Revaluation reserve	(3,940)	---	12,758	---	8,818
Legal reserve	5	---	---	---	5
Profit or (loss) brought forward	3,688	3,269	---	---	6,957
Profit or (loss) for the financial year	3,269	(3,269)	---	(2,215)	(2,215)
Total	<u>8,058</u>	<u>—</u>	<u>12,758</u>	<u>(2,215)</u>	<u>18,601</u>

*Subscribed capital*

As at 31 December 2016, the subscribed capital amounts to TEUR 50 divided into 4 shares with a par value of TEUR 12.5 each.

*Legal reserve*

In accordance with the Luxembourg company law, the Company is required to transfer a minimum of 5% of its net profit for each financial year to a legal reserve. This requirement ceases to be necessary once the legal reserve reaches 10% of the issued subscribed capital. The legal reserve is not available for distribution to the shareholder.

Amazon Media EU S.à r.l.  
Société à responsabilité limitée

**Notes to the annual accounts**  
As at 31 December 2016

**Note 7 - Creditors**

Trade and other creditors are recorded at their repayment value.

**Note 8 - Amounts owed to affiliated undertakings**

Company name	Total as at 31 December	
	2016 TEUR	2015 TEUR
Amazon Content Services LLC, USA	8,193	246
Amazon Digital Services LLC, USA	2,696	115
Amazon UK Services Limited, UK	1,653	—
Amazon.com Int'l Sales, Inc., Japan	766	24
Amazon Europe Core S.à r.l., Luxembourg	---	17,381
Others	1,890	1,273
	<u>15,198</u>	<u>19,039</u>

The amounts owed to affiliated undertakings mainly consist of payables for services provided. Balances are due and payable within one year.

**Note 9 - Tax**

The Company is subject to all taxes applicable to Luxembourg commercial companies. The Company has secured approval in conformity with Article 164 bis of the law on income tax, for the fiscal consolidation of the Company with Amazon Europe Core S.à r.l., Amazon EU S.à r.l., Amazon Services Europe S.à r.l., Amazon Payments Europe S.C.A. and FinLux S.à r.l..

**Note 10 - Other operating income**

Other operating income is related to revenue from license agreements with affiliated undertakings.

**Note 11 - Other external expenses**

Other external expenses are related to the operations of the Company, including provision of services from affiliated undertakings.

**Note 12 - Staff costs**

The Company employed an average of 54 employees during the financial year 2016 (2015: 58).

**Note 13 - Emoluments**

No emoluments, advances or credits were granted to the Board of Managers during the current and previous financial year.



Amazon Media EU S.à r.l.  
Société à responsabilité limitée

**Notes to the annual accounts**  
As at 31 December 2016

***Note 14 - Other operating expenses***

Other operating expenses are primarily related to license agreements and royalties with third parties and affiliated undertakings.

***Note 15 - Other interest receivable and similar income***

Other interest receivable and similar income are primarily related to realized foreign exchange gains.

***Note 16 - Interest payable and similar expenses***

Interest payable and similar expenses are primarily related to foreign exchange losses.

***Note 17 - Litigation***

The Company and its operations are subject to various lawsuits that have arisen in the course of business. Management is of the opinion that the ultimate outcome of such litigation is not anticipated to have a material adverse effect on the Company's annual accounts.

***Note 18 - Commitments***

At 31 December 2016, the purchase commitment for intangible assets amounts to TEUR 356,435 (2015: TEUR 826,126).

**Amazon Media EU S.à r.l**  
**Société à responsabilité limitée**  
**Siège social: 5, rue Plaetis, L-2338 Luxembourg**  
**Subscribed Capital: 50,000 EUR**  
**R.C.S. Luxembourg: B 112.767**  
**(the « Company »)**

It is noted that the profit and loss account shows a loss amounting to EUR 2,214,746.

The Sole Shareholder decided to allocate the result of the financial year ending on 31 December 2016 as follows:

• Profit brought forward	EUR	6,956,266
• Loss for the Financial Year	EUR	(2,214,746)
• Total aggregate profit carried forward	EUR	4,741,520

The result allocation is compliant with the proposition made by the Board of Managers.

For filing purpose to the ‘Registre de Commerce et des Sociétés de Luxembourg’.

Luxembourg, 15 March 2017.